

Webb County, Texas
Combining Statement of Net Assets
Internal Service Funds
September 30, 2007

	<u>Employees Health Benefits</u>	<u>Workers Compensation Reserve</u>	<u>Total</u>
ASSETS			
Current assets:			
Cash and investments	\$ 1,366,168	\$ 3,797,352	\$ 5,163,520
Due from other funds	259,466	-	259,466
Total current assets	<u>1,625,634</u>	<u>3,797,352</u>	<u>5,422,986</u>
Non-current assets:			
Capital Assets:			
Equipment and Furniture	60,128	23,940	84,068
Less Accumulated depreciation	<u>(60,128)</u>	<u>(23,940)</u>	<u>(84,068)</u>
Total non-current assets	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>1,625,634</u>	<u>3,797,352</u>	<u>5,422,986</u>
LIABILITIES			
Current Liabilities:			
Accounts payable	448,462	75,318	523,780
Due to other funds	461,469	504,930	966,399
Other Accrued expenses	100,011	27,904	127,915
Compensated absences	-	22,812	22,812
Claims and judgments	615,692	531,827	1,147,519
Total current liabilities	<u>1,625,634</u>	<u>1,162,791</u>	<u>2,788,425</u>
Non-current liabilities:			
Claims and judgments	-	244,452	244,452
Total non-current liabilities	<u>-</u>	<u>244,452</u>	<u>244,452</u>
Total liabilities	<u>1,625,634</u>	<u>1,407,243</u>	<u>3,032,877</u>
NET ASSETS			
Unrestricted	-	2,390,109	2,390,109
Total net assets	<u>\$ -</u>	<u>\$ 2,390,109</u>	<u>\$ 2,390,109</u>

Webb County, Texas
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Funds
For the Year Ended September 30, 2007

	<u>Employees Health Benefits</u>	<u>Workers Compensation Reserve</u>	<u>Total</u>
REVENUES			
Charges for services	\$ 8,082,081	\$ 2,460,028	\$ 10,542,109
Total operating revenues	<u>8,082,081</u>	<u>2,460,028</u>	<u>10,542,109</u>
OPERATING EXPENSES			
Contractual services	-	58,194	58,194
Other supplies and expenses	-	9,608	9,608
Insurance claims and expenses	8,424,177	709,725	9,133,902
Depreciation	4,767	-	4,767
Total operating expenses	<u>8,428,944</u>	<u>777,527</u>	<u>9,206,471</u>
Operating income (loss)	<u>(346,863)</u>	<u>1,682,501</u>	<u>1,335,638</u>
NON-OPERATING REVENUES (EXPENSES)			
Interest and investment revenue	92,537	152,884	245,421
Total non-operating revenue (expenses)	<u>92,537</u>	<u>152,884</u>	<u>245,421</u>
Income (loss) before contributions and transfers	(254,326)	1,835,385	1,581,059
Transfers in	249,560	-	249,560
Transfers out	-	(611,504)	(611,504)
Change in net assets	(4,766)	1,223,881	1,219,115
Total net assets - beginning	4,766	1,166,228	1,170,994
Total net assets - ending	<u>\$ -</u>	<u>\$ 2,390,109</u>	<u>\$ 2,390,109</u>

Webb County, Texas
Webb County Employees' Health Benefits
Schedule of Revenues and Expenses - Budget and Actual - (Budget Basis)
and Changes in Net Assets
Year Ended September 30, 2007 with Comparative Figures
for Year Ended September 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Actual</u>	<u>Variance with</u>	<u>Total</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Budget</u>	<u>Final Budget--</u>	<u>Prior Year</u>
				<u>Basis</u>	<u>Positive</u>	<u>As Of 9/30/06</u>
					<u>(Negative)</u>	
OPERATING REVENUES:						
Charges For Services	\$ 6,127,993	6,127,993	6,151,006	6,151,006	23,013	5,863,971
Charges For Services-Employees	1,777,490	1,777,490	1,931,075	1,931,075	153,585	1,305,361
Total Operating Revenues	<u>7,905,483</u>	<u>7,905,483</u>	<u>8,082,081</u>	<u>8,082,081</u>	<u>176,598</u>	<u>7,169,332</u>
OPERATING EXPENSES:						
Administrative Travel						
Local Mileage						
Current:						
Blue Cross/Blue Shield Ad	1,224,902	1,220,134	1,089,783	1,089,783	130,351	1,042,804
Cafeteria Plan Sec 125 Ad	20,000	20,000	18,865	18,865	1,135	17,971
Cobra Administration Fees	3,000	3,000	1,350	1,350	1,650	900
Basic Life Insurance	65,000	65,000	62,833	62,833	2,167	59,115
Depreciation Expense		4,768	4,767	4,767	1	5,938
Health Education Program						1,265
Health Fair Month						9,799
Claims Paid	6,259,447	6,069,447	5,668,796	5,668,796	400,651	4,925,200
Claims Paid-Dental	420,000	420,712	399,863	399,863	20,849	398,761
Claims Paid-Prescriptions	993,400	1,182,688	1,182,688	1,182,688		801,029
Total Operating Expenses	<u>8,985,749</u>	<u>8,985,749</u>	<u>8,428,945</u>	<u>8,428,945</u>	<u>556,804</u>	<u>7,262,782</u>
Operating Income (Loss)	<u>(1,080,266)</u>	<u>(1,080,266)</u>	<u>(346,864)</u>	<u>(346,864)</u>	<u>733,402</u>	<u>(93,450)</u>
NON-OPERATING REVENUES						
Interest			92,537	92,537	92,537	74,872
Total Non-Operating Revenues			<u>92,537</u>	<u>92,537</u>	<u>92,537</u>	<u>74,872</u>
OPERATING INCOME BEFORE TRANSFERS	<u>(1,080,266)</u>	<u>(1,080,266)</u>	<u>(254,327)</u>	<u>(254,327)</u>	<u>825,939</u>	<u>(18,578)</u>
Transfers In			249,560	249,560	249,560	12,640
Change in net assets	<u>(1,080,266)</u>	<u>(1,080,266)</u>	<u>(4,767)</u>	<u>(4,767)</u>	<u>1,075,499</u>	<u>(5,938)</u>
Total net assets - beginning			4,767			10,705
Total net assets - ending			\$ <u>4,767</u>			<u>4,767</u>

Webb County, Texas
Webb County Worker's Compensation Reserve Fund
Schedule of Revenues and Expenses - Budget and Actual - (Budget Basis)
and Changes in Net Assets
Year Ended September 30, 2007 with Comparative Figures
for Year Ended September 30, 2006

	Budgeted Amounts		Actual	Actual	Variance with	Total
	Original	Final	Amounts	Budget	Final Budget-- Positive (Negative)	Prior Year As Of 9/30/06
OPERATING REVENUES:						
Charges For Services And Refunds	\$ 2,375,103	2,375,103	2,460,028	2,460,028	84,925	2,189,754
Total Operating Revenues	<u>2,375,103</u>	<u>2,375,103</u>	<u>2,460,028</u>	<u>2,460,028</u>	<u>84,925</u>	<u>2,189,754</u>
OPERATING EXPENSES:						
Current:						
Professional Services	50,000	48,991	48,991	48,991		41,982
Professional Services Drug/Alcohol Test	40,000	9,203	9,203	9,203		11,186
Bonds And Insurance	10,000	9,608	9,608	9,608		2,401
Worker's Compensation Premium	105,700	74,544	74,544	74,544		86,985
Third Party Administration	90,000	13,150	13,150	13,150		48,706
Claims Paid Major Medical	800,000	622,031	622,031	622,031		805,039
Total Operating Expenses	<u>1,095,700</u>	<u>777,527</u>	<u>777,527</u>	<u>777,527</u>		<u>996,299</u>
Operating Income (Loss)	<u>1,279,403</u>	<u>1,597,576</u>	<u>1,682,501</u>	<u>1,682,501</u>	<u>84,925</u>	<u>1,193,455</u>
NON-OPERATING REVENUES						
Interest	25,000	25,000	152,884	152,884	127,884	135,413
Total Non-Operating Revenues	<u>25,000</u>	<u>25,000</u>	<u>152,884</u>	<u>152,884</u>	<u>127,884</u>	<u>135,413</u>
OPERATING INCOME BEFORE TRANSFERS	1,304,403	1,622,576	1,835,385	1,835,385	212,809	1,328,868
Transfers Out to:						
General Fund						(200,000)
Employee Retiree Insurance Trust Fund	(150,000)	(150,000)	(361,944)	(361,944)	(211,944)	(150,000)
Employee's Health Benefit Fund		(318,173)	(249,560)	(249,560)	68,613	(12,640)
Total Transfers	<u>(150,000)</u>	<u>(468,173)</u>	<u>(611,504)</u>	<u>(611,504)</u>	<u>(143,331)</u>	<u>(362,640)</u>
Change in net assets	<u>1,154,403</u>	<u>1,154,403</u>	<u>1,223,881</u>	<u>1,223,881</u>	<u>69,478</u>	<u>966,228</u>
Total net assets - beginning			1,166,228			200,000
Total net assets - ending			<u>\$ 2,390,109</u>			<u>1,166,228</u>

Webb County, Texas
Internal Service Funds
Combining Statement of Cash Flows
Year Ended September 30, 2007

	Webb County Employees Health Benefits	Webb County Worker's Compensation Reserve Fund	Total 2007
CASH FLOWS FROM OPERATING ACTIVITIES			
Premiums from participants	\$ 8,082,081	2,460,028	10,542,109
Payments to vendors, suppliers, and insurance administrators	<u>(8,362,326)</u>	<u>(2,571,093)</u>	<u>(10,933,419)</u>
Net cash provided by operating activities	<u>(280,245)</u>	<u>(111,065)</u>	<u>(391,310)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Interfund Transfer			
Transfers In	249,560		249,560
Transfers Out		<u>(611,504)</u>	<u>(611,504)</u>
Net cash provided by non capital financing activities	<u>249,560</u>	<u>(611,504)</u>	<u>(361,944)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment earnings	<u>92,537</u>	<u>152,884</u>	<u>245,421</u>
Net cash provided by investing activities	<u>92,537</u>	<u>152,884</u>	<u>245,421</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	<u>61,852</u>	<u>(569,686)</u>	<u>(507,833)</u>
Cash and pooled investments, beginning of year	<u>1,304,316</u>	<u>4,367,038</u>	<u>5,671,354</u>
Cash and pooled investments, end of year	\$ <u>1,366,168</u>	<u>3,797,352</u>	<u>5,163,520</u>
Reconciliation of operating income to net cash provided (used) by operations:			
Operating income	\$ (346,864)	1,682,501	1,335,637
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation expense	4,767		4,767
(Increase) Decrease in Due from Other Funds	(124,820)	168,368	43,548
Increase (Decrease) in Accounts Payable	1,000	22,424	23,424
Increase (Decrease) in Accrued Liabilities	(107,429)		(107,429)
Increase (Decrease) in Other Payable		(8,767)	(8,767)
Increase (Decrease) in Due to Other Funds		(1,925,986)	(1,925,986)
Increase (Decrease) in Funds Held In Trust	293,101		293,101
Increase (Decrease) in Short-Term Risk Liability		19,892	19,892
Increase (Decrease) in Long-Term Risk Liability		<u>(69,497)</u>	<u>(69,497)</u>
Total adjustments	<u>66,619</u>	<u>(1,793,566)</u>	<u>(1,726,947)</u>
Net cash provided by operating activities	\$ <u>(280,245)</u>	<u>(111,065)</u>	<u>(391,310)</u>